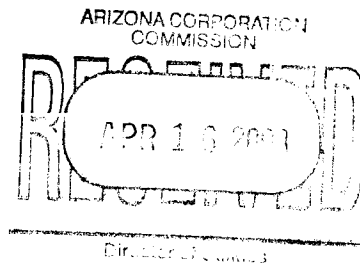


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02450A
Water Utility of Greater Tonopah, Inc.
3800 N. Central Ave Ste 500 770
Phoenix AZ 85012



ANNUAL REPORT

*Entered
4/30/03
C.M.*

FOR YEAR ENDING

12	31	2002
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FOR COMMISSION USE

<i>ANN 04</i>	<i>02</i>
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OK

COMPANY INFORMATION

Company Name (Business Name) Water Utility of Greater Tonopah

Mailing Address 3800 N. Central Ave #770

Phoenix
(City)

AZ
(State)

85012
(Zip)

602-224-0711
Telephone No. (Include Area Code)

602-224-5455
Fax No. (Include Area Code)

602-725-0889
Pager/Cell No. (Include Area Code)

Email Address JMIHLIK@QWEST.NET

Local Office Mailing Address 401 E. Jackson Ave.

Buckeye
(City)

AZ
(State)

85326
(Zip)

623-386-4252
Local Office Telephone No. (Include Area Code)

623-386-6638
Fax No. (Include Area Code)

623-764-1952
Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: JOHN MIHLIK President

(Name)

(Title)

3800 N. Central Ave #770 Phoenix AZ 85012

(Street)

(City)

(State)

(Zip)

602-224-0711

602-224-5455

602-725-0889

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address JMIHLIK@QWEST.NET

On Site Manager: JACK MEISTER

(Name)

401 E. Jackson Ave. Buckeye AZ 85326

(Street)

(City)

(State)

(Zip)

623-386-4252

623-386-6638

623-764-1952

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent:

JOHN F. GOODSON

(Name)

2025 N. 3rd St.

(Street)

Phoenix

(City)

AZ

(State)

85004

(Zip)

602-252-5110

Telephone No. (Include Area Code)

602-257-1883

Fax No. (Include Area Code)

602-252-5823

Pager/Cell No. (Include Area Code)

Attorney:

Bill Sullivan

(Name)

2712 N. 7th St.

(Street)

Phoenix

(City)

AZ

(State)

85006

(Zip)

602-248-0372

Telephone No. (Include Area Code)

602-266-8290

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

WUGT

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	5,448	-	5,448
302	Franchises	1,330	-	1,330
303	Land and Land Rights	22,933	-	22,933
304	Structures and Improvements	19,398	4,891	14,507
307	Wells and Springs	121,296	85,132	36,164
311	Pumping Equipment	154,102	53,497	100,605
320	Water Treatment Equipment	332	25	307
330	Distribution Reservoirs and Standpipes	168,732	53,468	115,264
331	Transmission and Distribution Mains	371,395	185,903	185,492
333	Services	35,341	7,600	27,742
334	Meters and Meter Installations	28,980	9,355	19,625
335	Hydrants	32,037	3,975	28,062
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	961,323	403,846	557,477

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

WUGT

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2) SLHY	Depreciation Expense (1x2)
301	Organization	5,448	-	-
302	Franchises	1,330	-	-
303	Land and Land Rights	22,933	-	-
304	Structures and Improvements	19,398	5%	970
307	Wells and Springs	121,296	5	6,061
311	Pumping Equipment	154,102	5	7,353
320	Water Treatment Equipment	332	5	17
330	Distribution Reservoirs and Standpipes	168,732	5	8,428
331	Transmission and Distribution Mains	371,395	5	18,483
333	Services	35,341	5	1,767
334	Meters and Meter Installations	28,980	5	1,399
335	Hydrants	32,037	5%	1,602
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	961,323		46,079

This amount goes on Comparative Statement of Income and Expense _____
 Acct. No. 403.

COMPANY NAME

WUGT

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 445	\$ 3,699
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	5,539	10,238
146	Notes/Receivables from Associated Companies		18,630
151	Plant Material and Supplies		
162	Prepayments	4,517	3,478
174	Miscellaneous Current and Accrued Assets	16,800	23,556
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 27,301	\$ 59,601
	FIXED ASSETS		
101	Utility Plant in Service	\$ 933,463	\$ 961,323
103	Property Held for Future Use	7,172	-
105	Construction Work in Progress		24,162
108	Accumulated Depreciation – Utility Plant	(357,767)	(403,846)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 582,868	\$ 581,639
	TOTAL ASSETS	\$ 610,169	\$ 641,240

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME	WUGT
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BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ —	\$ —
232	Notes Payable (Current Portion)	2,009	—
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	5,280	6,630
236	Accrued Taxes	2,625	1,554
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	4,850	6,448
	TOTAL CURRENT LIABILITIES	\$ 14,764	\$ 14,632
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ —	\$ —
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	495,654	498,239
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	3,565	8,600
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 499,219	\$ 506,839
	TOTAL LIABILITIES	\$ 513,983	\$ 521,471
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 13,500	\$ 13,500
211	Paid in Capital in Excess of Par Value	643,183	643,183
215	Retained Earnings	(560,497)	(536,914)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 96,186	\$ 119,769
	TOTAL LIABILITIES AND CAPITAL	\$ 610,169	\$ 641,240

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 98,755	\$ 144,305
460	Unmetered Water Revenue		
474	Other Water Revenues	5,348	3,136
	TOTAL REVENUES	\$ 104,102	\$ 147,441
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 11,307	\$ 14,122
610	Purchased Water	—	—
615	Purchased Power	7,127	9,197
618	Chemicals	—	—
620	Repairs and Maintenance	1,856	3,037
621	Office Supplies and Expense	1,389	2,250
630	Outside Services	20,771	22,210
635	Water Testing	5,131	7,231
641	Rents	706	706
650	Transportation Expenses	—	—
657	Insurance – General Liability	1,007	1,698
659	Insurance - Health and Life	676	1,311
666	Regulatory Commission Expense – Rate Case	—	—
675	Miscellaneous Expense	2,300	2,952
403	Depreciation Expense	45,175	46,079
408	Taxes Other Than Income	940	1,230
408.11	Property Taxes	4,612	5,021
409	Income Tax	—	6,686
	TOTAL OPERATING EXPENSES	\$ 102,997	\$ 123,736
	OPERATING INCOME/(LOSS)	\$ 1,105	\$ 23,705
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ —	\$ —
421	Non-Utility Income		34
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(447)	(156)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (447)	\$ (122)
	NET INCOME/(LOSS)	\$ 658	\$ 23,583

COMPANY NAME

WUGT

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	10-18-91			
Source of Loan	Seller			
ACC Decision No.	57567			
Reason for Loan	Purchase Water System			
Dollar Amount Issued	\$ 27,000	\$	\$	\$
Amount Outstanding	\$ 0	\$	\$	\$
Date of Maturity	4-18-02			
Interest Rate	8.0%			
Current Year Interest	\$ 63	\$	\$	\$
Current Year Principle	\$ 2,009	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 43,645

Meter Deposits Refunded During the Test Year

\$ 5,407

COMPANY NAME

WUGT

WATER COMPANY PLANT DESCRIPTIONWELLS

1 of 2

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-803811	1.5	17		12	1 1/2	
55-639586	5	28		12	1 1/2	
55-804131	15	68		8	1 1/2	
55-802143	2	30		16	1 1/2	
55-802141	5	30		8	1 1/2	
55-802145	7.5	30		8	1 1/2	

- Arizona Department of Water Resources Identification Number

cont on 9-A

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
—		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	2		
5	2		
3	3		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
150,000	1	5,000	1
100,000	1	3,000	1
10,000	4	2,500	1
5,000	2	2,000	1

cont on 9-A

COMPANY NAME

WUGT

WATER COMPANY PLANT DESCRIPTION**WELLS** 2 of 2

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-802144	2	20		8	1 1/2	
55-802962	5			1	4	

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		1,000	2
		500	2

COMPANY NAME

WUGT

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	12,290
3	PVC	2,790
4	PVC	31,680
5		
6	PVC	6,180
8	PVC	13,700
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	176
3/4	
1	2
1 1/2	2
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	2

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLON PUMPED (Thousands)
JANUARY	165	1,017	1,416
FEBRUARY	169	953	1,144
MARCH	165	1,053	1,911
APRIL	169	1,398	1,475
MAY	168	1,566	1,683
JUNE	171	1,858	2,007
JULY	174	2,812	2,910
AUGUST	176	3,804	3,993
SEPTEMBER	176	3,220	3,245
OCTOBER	176	2,715	2,811
NOVEMBER	180	2,262	2,424
DECEMBER	182	1,577	1,505
TOTAL		N/A 24,235 ^{cu}	26,524

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes () No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes ☒ No

If yes, provide the GPCPD amount:

What is the level of arsenic for each well on your system. <.05 mg/l

(If more than one well, please list each separately)

WEST PHOENIX GSKR 11

✓ ✓

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME WUGT YEAR ENDING 12/31/2002

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 5,579

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME

WUGT

YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

48,508

7,276

State Taxable Income Reported
Estimated or Actual State Tax Liability

48,508

3,380

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

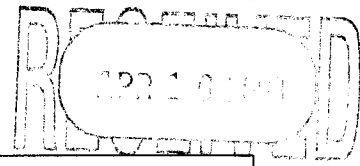
DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>JOHN MIHLIK, President</u>
COMPANY NAME	<u>Water Utility of Greater Tempe</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2002</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 156,419

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 8,978
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

John M. Mikhik
SIGNATURE OF OWNER OR OFFICIAL
602-224-0711
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

(SEAL)

MY COMMISSION EXPIRES 10/31/2006

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2003</u>
<u><i>Christina Van Goethem</i></u> SIGNATURE OF NOTARY PUBLIC		



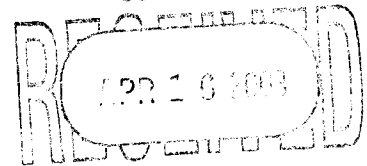
CHRISTINA VAN GOETHEM
Notary Public - Arizona
Maricopa County
Expires 10/31/06



CHRISTINA VAN GOETHEM
Notary Public - Arizona
Maricopa County
Expires 10/31/06

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>JOHN MIHLIK</u>	TITLE <u>President</u>
COMPANY NAME <u>Water Utility of Greater Tempe</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 95,416

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 5,439
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF

NOTARY PUBLIC NAME <u>Christina Van Goethem</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	20 <u>03</u>

(SEAL)

MY COMMISSION EXPIRES 10/31/2006

X
SIGNATURE OF NOTARY PUBLIC



CHRISTINA VAN GOETHEM
Notary Public - Arizona
Maricopa County
Expires 10/31/06

See Annual Report
File for
Property Tax
Information